

**POLICE AND FIRE
EMPLOYEES' RETIREMENT PLAN
STATEMENT OF REVENUES AND EXPENSES
BUDGET VS. ACTUAL
AS of March 31, 2019
(Unaudited)**

	<u>Annual Budget</u>	<u>Year to Date</u>	<u>Over (Under) Budget</u>	<u>% to Date</u>
Operating revenues:				
Employer contributions	\$ 28,108,000	20,566,802	(7,541,198)	73.17%
Member contributions	7,973,000	6,113,682	(1,859,318)	76.68%
Investment income				
Net change in fair value of assets		3,654,036		
Interest		2,108,319		
Dividends		10,016,432		
Other		80,572		
Investment income	<u>43,000,000</u>	<u>15,859,359</u>	<u>(27,140,641)</u>	<u>36.88%</u>
Total operating revenues	<u>79,081,000</u>	<u>42,539,843</u>	<u>(36,541,157)</u>	<u>53.79%</u>
Operating expenses:				
Benefits				
Retirement payments	22,741,000	16,859,157	(5,881,843)	74.14%
DROP	2,745,000	2,732,487	(12,513)	99.54%
Death benefits	-	358,869	358,869	-
Refund of contributions	391,000	291,329	(99,671)	74.51%
Total benefits	<u>25,877,000</u>	<u>20,241,842</u>	<u>(5,635,158)</u>	<u>78.22%</u>
Investment				
Performance manager's services	82,000	59,934	(22,066)	73.09%
Investment services	1,487,000	979,336	(507,664)	65.86%
Custodian fees	235,000	170,211	(64,789)	72.43%
Total investment	<u>1,804,000</u>	<u>1,209,481</u>	<u>(594,519)</u>	<u>67.04%</u>
Administrative				
Actuarial services	88,000	90,215	2,215	102.52%
Attorney fees	71,000	88,847	17,847	125.14%
Plan salaries	207,500	158,935	(48,565)	76.60%
Fiduciary insurance	29,900	22,416	(7,484)	74.97%
Travel and training expense	16,000	5,781	(10,219)	36.13%
Audit fees	18,500	18,795	295	101.59%
Retiree seminars	1,000	-	(1,000)	0.00%
Printing fees/communication/other	5,000	1,391	(3,609)	27.82%
Total administrative	<u>436,900</u>	<u>386,380</u>	<u>(50,520)</u>	<u>88.44%</u>
Total operating expenses	<u>28,117,900</u>	<u>21,837,703</u>	<u>(6,280,197)</u>	<u>77.66%</u>
Net operating gain	\$ <u>50,963,100</u>	<u>20,702,140</u>	<u>(30,260,960)</u>	<u>40.62%</u>

Howard County Fire and Police Employees' Retirement Plan

STATEMENTS OF FIDUCIARY NET POSITION

March 31, 2019 and June 30, 2018

(Unaudited)

	March 31 2019	June 30 2018
ASSETS		
Receivables		
Employer contributions	\$ 1,088,242	\$ 1,491,341
Member contributions	311,607	424,656
Interest and dividends	658,030	591,408
Due from sale of investments	1,546,215	131,596
Other	8,299	7,767
Total receivables	3,612,393	2,646,768
Investments, at fair value		
Money market	8,436,371	7,538,730
Equities	250,781,743	247,976,438
Fixed income	166,049,748	157,573,961
Alternative investments	144,789,342	136,972,621
Real assets	20,442,656	19,760,764
Total investments	590,499,860	569,822,514
Prepaid insurance	3,117	24,554
Total assets	594,115,370	572,493,836
LIABILITIES		
Investment purchased	1,123,393	213,144
Accounts payable	387,801	378,656
Total liabilities	1,511,194	591,800
Fiduciary net position held in trust for pension benefits	\$ 592,604,176	\$ 571,902,036

Howard County Fire and Police Employees' Retirement Plan
 STATEMENTS OF CHANGES IN FIDUCIARY NET POSITION
 Periods Ended March 31, 2019 and June 30, 2018
 (Unaudited)

	March 31 2019	June 30 2018
ADDITIONS		
Contributions		
Employer	\$ 20,566,802	\$ 26,337,085
Member	6,113,682	7,859,400
Total contributions	<u>26,680,484</u>	<u>34,196,485</u>
INVESTMENT INCOME		
Net change in fair value of investments	3,654,036	33,887,301
Interest	2,108,319	2,533,310
Dividends	10,016,432	11,812,098
Other, net	80,572	69,769
Total investment income	<u>15,859,359</u>	<u>48,302,478</u>
Less investment expense	<u>1,209,481</u>	<u>1,742,390</u>
Net investment income	<u>14,649,878</u>	<u>46,560,088</u>
Total additions	<u>41,330,362</u>	<u>80,756,573</u>
DEDUCTIONS		
Benefits		
Annuities	19,591,644	24,656,548
Death	358,869	-
Refunds of contributions	291,329	98,536
Total benefits	<u>20,241,842</u>	<u>24,755,084</u>
Administrative expenses	<u>386,380</u>	<u>355,240</u>
Total deductions	<u>20,628,222</u>	<u>25,110,324</u>
NET CHANGE.	20,702,140	55,646,249
Fiduciary net position held in trust for pension benefits		
Beginning of year	<u>571,902,036</u>	<u>516,255,787</u>
End of year	<u>\$ 592,604,176</u>	<u>\$ 571,902,036</u>